

**Comex Continuous Gold June 12, 2009**  
**Pit Session Close**



Failure to hold the 20 day moving average is short term bearish. Support remains near the \$930 level. Upside resistance is near \$960 where the bullion banks goons continue to cap price

10000  
9800  
9639  
9560  
9403  
9297  
9216  
9000  
8800  
8600  
8400  
8200  
8000  
7800  
7600  
7400  
7200  
7000  
6800  
6600

*The surge in the Dollar knocked the stuffing out of the gold market along with the rest of the entire commodity complex confirming the idea that the commodity world is not moving based on the fundamentals of supply and demand but rather based on the gyrations in the US Dollar.*

*As such prices for commodities are not being set by the users and producers of those various assets but are instead being determined by the trading desks of the hedge funds. This is a dangerous and very unstable situation and one in which legitimate hedgers are very much at risk of getting hurt financially due to what I consider to be "illegitimate" price discovery. What we are seeing is hot money flows into and out of the various markets based on whatever direction the US Dollar happens to take on any given day. This is the same crap that results in such wild volatility that hardly anyone can read the markets and make any sense of them from day to day. After all, when the price discovery mechanism becomes an offshoot of a Vegas style casino, what is the point in even attempting to make studied and well reasoned analysis. After all, if the hedge funds decide to buy one day - prices will go up - if they decide to sell the next day - prices will go down and quite frankly, no one, including the reptiles that manage those funds knows what they will do from one minute to the next.*

*Keep an eye on crude oil to at least attempt to figure out what the toads at the hedge funds are doing.*

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100  
75  
50  
41.17  
25  
0